

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL MEMORANDUM

HB 963 – SB 1226

March 10, 2017

SUMMARY OF ORIGINAL BILL: Authorizes service credit for assistant district attorneys for the suspended salary increase that occurred from July 1, 2003, to June 30, 2004, pursuant to Tenn. Code Ann. § 8-7-226(b).

FISCAL IMPACT OF ORIGINAL BILL:

Increase State Expenditures – \$334,400

SUMMARY OF AMENDMENT (004774): Deletes and rewrites the bill such that the substantive change is additional language requiring that funding for the reinstated service period shall be provided from existing budget funds of the District Attorneys General Conference (DAGC).

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:

Increase State Expenditures – \$334,400/District Attorneys General Conference

Other Fiscal Impact – The Department of Finance and Administration, Division of Budget, and the DAGC confirm that the DAGC has sufficient funds within its budget to cover the increased expenditures.

Assumptions for the bill as amended:

- Under Tenn. Code Ann. § 8-7-226(a), assistant district attorneys are compensated according to a pay schedule which is based on credible service. However, credible service was not recognized for FY03-04 and FY09-10.
- The bill as amended would reinstate the credible service for FY03-04.
- The bill as amended will apply to 88 assistant district attorneys and will increase their base salary by a combined \$217,788. Some assistant district attorneys will hit their maximum salary base and will begin collecting longevity because of the bill as amended. This longevity totals \$36,900. Benefits must be paid on the increased salary base and on the longevity.
- The total recurring increase in state expenditures as a result of the bill as amended is estimated to be \$334,406 [$\$217,788 + (\$217,788 \times 0.2365) \text{ benefits} + (\$217,788 \times 0.0765) \text{ FICA} + \$36,900 + (\$36,900 \times 0.2365) \text{ benefits} + (\$36,900 \times 0.0765) \text{ FICA}$].

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CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in blue ink that reads "Krista M. Lee". The signature is written in a cursive, flowing style.

Krista M. Lee, Executive Director

/trm